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UNITED STATES DISTRICT COURT	
NORTHERN DISTRICT OF CALIFORNIA	۸

ASHTON WOODS HOLDINGS L.L.C., et

Plaintiffs,

v.

USG CORPORATION, et al.,

Defendants.

Case No. 15-cv-01247-HSG

ORDER GRANTING ADMINISTRATIVE MOTIONS TO SEAL

Re: Dkt. Nos. 81, 90, 96, 116, 118

Pending before the Court are five motions to seal filed by Plaintiffs and proposed intervenors related to Plaintiffs' motion for live-streamed trial testimony, motions to intervene for the limited purpose of opposing the request for live-streamed testimony, and Plaintiffs' oppositions to the motions to intervene. See Dkt. Nos. 81, 90, 96, 116, 118. For the reasons detailed below, the Court **GRANTS** the motions.

I. **LEGAL STANDARD**

Courts generally apply a "compelling reasons" standard when considering motions to seal documents. Pintos v. Pac. Creditors Ass'n, 605 F.3d 665, 678 (9th Cir. 2010) (quoting Kamakana v. City & Cty. of Honolulu, 447 F.3d 1172, 1178 (9th Cir. 2006)). "This standard derives from the common law right 'to inspect and copy public records and documents, including judicial records and documents." Id. (quoting Kamakana, 447 F.3d at 1178). "[A] strong presumption in favor of access is the starting point." Kamakana, 447 F.3d at 1178 (quotations omitted). To overcome this strong presumption, the party seeking to seal a judicial record attached to a dispositive motion must "articulate compelling reasons supported by specific factual findings that outweigh the general history of access and the public policies favoring disclosure, such as the public interest in understanding the judicial process" and "significant public events." *Id.* at 1178–79 (quotations

omitted). "In general, 'compelling reasons' sufficient to outweigh the public's interest in
disclosure and justify sealing court records exist when such 'court files might have become a
vehicle for improper purposes,' such as the use of records to gratify private spite, promote public
scandal, circulate libelous statements, or release trade secrets." <i>Id.</i> at 1179 (quoting <i>Nixon v</i> .
Warner Commc'ns, Inc., 435 U.S. 589, 598 (1978)). "The mere fact that the production of records
may lead to a litigant's embarrassment, incrimination, or exposure to further litigation will not,
without more, compel the court to seal its records." <i>Id</i> .

The Court must "balance[] the competing interests of the public and the party who seeks to keep certain judicial records secret. After considering these interests, if the court decides to seal certain judicial records, it must base its decision on a compelling reason and articulate the factual basis for its ruling, without relying on hypothesis or conjecture." *Id.* Civil Local Rule 79-5 supplements the compelling reasons standard set forth in *Kamakana*: the party seeking to file a document or portions of it under seal must "establish[] that the document, or portions thereof, are privileged, protectable as a trade secret or otherwise entitled to protection under the law . . . The request must be narrowly tailored to seek sealing only of sealable material." Civil L.R. 79-5(b).

Records attached to nondispositive motions must meet the lower "good cause" standard of Rule 26(c) of the Federal Rules of Civil Procedure, as such records "are often unrelated, or only tangentially related, to the underlying cause of action." *See Kamakana*, 447 F.3d at 1179–80 (quotations omitted). This requires a "particularized showing" that "specific prejudice or harm will result" if the information is disclosed. *Phillips ex rel. Estates of Byrd v. Gen. Motors Corp.*, 307 F.3d 1206, 1210–11 (9th Cir. 2002); *see also* Fed. R. Civ. P. 26(c). "Broad allegations of harm, unsubstantiated by specific examples of articulated reasoning" will not suffice. *Beckman Indus., Inc. v. Int'l Ins. Co.*, 966 F.2d 470, 476 (9th Cir. 1992) (quotation omitted).

II. DISCUSSION

Because the motions to seal relate to Plaintiffs' motion for live-streamed trial testimony and motions to intervene for the limited purpose of opposing that non-dispositive request, the court will apply the "good cause" standard.

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The current motions seek to seal documents and portions of documents that contain confidential business information produced pursuant to a protective order entered in the multidistrict litigation captioned In re: Domestic Drywall Antitrust Litig., Case No. 2:13-md-02437-MMB (E.D. Pa.), private health information of a non-party, and details of confidential settlement agreements. See Dkt. Nos. 81, 90, 96, 116, 118.

The Court did not rely on any of the documents that are the subject of the motions to seal, given that the parties filed a notice of settlement and joint stipulation of dismissal, terminating the case, before the Court ruled on the non-dispositive motions that prompted the filings. See Dkt. Nos. 133, 136, 139. Thus, these documents are unrelated to the public's understanding of the judicial proceedings in this case, and the public's interest in disclosure of these documents is minimal given that the Court will not rule on the underlying motions. See In re iPhone Application Litig., No. 11-MD-02250-LHK, 2013 WL 12335013, at *2 (N.D. Cal. Nov. 25, 2013) ("The public's interest in accessing these documents is even further diminished in light of the fact that the Court will not have occasion to rule on Plaintiffs' Motion for Class Certification."). Accordingly, because the documents divulge confidential business, health, and settlement information unrelated to the public's understanding of the judicial proceedings in this action, the Court finds that there is good cause to file the documents under seal. See Economus v. City & Cty. of San Francisco, No. 18-CV-01071-HSG, 2019 WL 1483804, at *9 (N.D. Cal. Apr. 3, 2019) (finding compelling reason to seal because the sealing request divulges sensitive information no longer related to the case); In re iPhone, 2013 WL 12335013 (same); Doe v. City of San Diego, No. 12-CV-689-MMA-DHB, 2014 WL 1921742, at *4 (S.D. Cal. May 14, 2014) (exhibit's disclosure of personal information and irrelevance to the matter are compelling reasons to seal the exhibit). //

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III.	\mathbf{com}	CLUSIO	Τ.

The Court **GRANTS** the administrative motions to file under seal. Pursuant to Civil Local Rule 79-5(f)(1), documents filed under seal as to which the administrative motions are granted will remain under seal.

IT IS SO ORDERED.

Dated: 3/29/2022

HAYWOOD S. GILLIAM, JR. United States District Judge